



**STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATE CAPITOL
NASHVILLE, TENNESSEE 37243-0285
DAVE GOETZ
COMMISSIONER**

**FOR IMMEDIATE RELEASE
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January Revenues

Nashville – On an accrual basis January is the sixth month in the 2003-2004 fiscal year. Department of Revenue tax collections were \$855.8 million.

December revenues were \$14.9 million more than the budgeted estimates, Finance and Administration Commissioner Dave Goetz announced today. The general fund had an \$11.9 million overcollection and the four other funds overcollected by \$3 million.

Sales tax collections were \$11.6 million more than the estimate in January. For six months revenues are overcollected by \$52.4 million.

Franchise and excise tax collections of \$121 million were \$231,000 less than the estimate for the month. Revenues are overcollected by \$1.6 million for six months.

Gasoline taxes and motor vehicle registrations were \$2.5 million more than the budgeted estimates of \$81.1 million in January.

Year-to-date collections for six months are \$96.9 million more than the budgeted estimates. The general fund is overcollected by \$83 million and the four other funds are overcollected by \$13.9 million. Sales tax estimates for the year are corrected by \$10.3 million to account for allocations to the telecommunications ad valorem tax reduction fund.

The budgeted revenue estimates are based upon the State Funding Board's consensus recommendation adopted by the first session of the 103rd General Assembly in May of last year.

<p align="center">REVENUE COLLECTIONS JANUARY, 2004, AND 6 MONTHS YEAR-TO-DATE</p>

January Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$716,782,000	\$728,676,000	\$11,894,000
Highway Fund	47,091,000	48,353,000	1,262,000
Sinking Fund	19,253,000	19,337,000	84,000
City & County Fund	54,515,000	56,274,000	1,759,000
Earmarked Fund	3,271,000	3,177,000	(94,000)
Total	\$840,912,000	\$855,817,000	\$14,905,000

Year-To-Date Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$3,515,287,000	\$3,598,301,000	\$83,014,000
Highway Fund	297,845,000	303,566,000	5,721,000
Sinking Fund	111,683,000	112,066,000	383,000
City & County Fund	310,632,000	317,787,000	7,155,000
Earmarked Fund	16,145,000	16,802,000	657,000
Total	\$4,251,592,000	\$4,348,522,000	\$96,930,000

Table 1
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	January			
	2003	2004	Change	Percent
Franchise & Excise	\$115,189,000	\$120,969,000	\$5,780,000	5.02%
Income	2,285,000	3,894,000	1,609,000	70.42%
Inheritance & Estate	3,960,000	4,307,000	347,000	8.76%
Gasoline	47,768,000	50,236,000	2,468,000	5.17%
Petroleum Special	4,852,000	5,120,000	268,000	5.52%
Tobacco	8,932,000	8,860,000	-72,000	-0.81%
Beer	1,379,000	1,354,000	-25,000	-1.81%
Motor Vehicle Registration	13,245,000	14,645,000	1,400,000	10.57%
Motor Vehicle Title	840,000	901,000	61,000	7.26%
Mixed Drink	3,282,000	3,728,000	446,000	13.59%
Business	414,000	1,156,000	742,000	179.23%
Privilege	19,891,000	20,500,000	609,000	3.06%
Gross Receipts	120,000	-18,000	-138,000	-115.00%
TVA - In Lieu of Tax Payments	16,407,000	16,756,000	349,000	2.13%
Alcoholic Beverage	4,255,000	4,662,000	407,000	9.57%
Sales and Use	556,290,000	585,078,000	28,788,000	5.17%
Motor Vehicle Fuel	8,424,000	13,587,000	5,163,000	61.29%
Severance	93,000	82,000	-11,000	-11.83%
Coin-operated Amusement	15,000	0	-15,000	-100.00%
Total	\$807,641,000	\$855,817,000	\$48,176,000	5.97%

Table 2
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	August - January			
	2002-2003	2003-2004	Change	Percent
Franchise & Excise	\$409,699,000	\$452,943,000	\$43,244,000	10.56%
Income	7,613,000	11,647,000	4,034,000	52.99%
Inheritance & Estate	42,099,000	52,924,000	10,825,000	25.71%
Gasoline	308,736,000	307,756,000	-980,000	-0.32%
Petroleum Special	30,917,000	31,617,000	700,000	2.26%
Tobacco	54,679,000	60,216,000	5,537,000	10.13%
Beer	8,949,000	8,849,000	-100,000	-1.12%
Motor Vehicle Registration	90,056,000	96,036,000	5,980,000	6.64%
Motor Vehicle Title	5,334,000	5,402,000	68,000	1.27%
Mixed Drink	18,841,000	20,057,000	1,216,000	6.45%
Business	940,000	6,597,000	5,657,000	601.81%
Privilege	99,278,000	115,774,000	16,496,000	16.62%
Gross Receipts	10,428,000	9,912,000	-516,000	-4.95%
TVA - In Lieu of Tax Payments	100,194,000	101,861,000	1,667,000	1.66%
Alcoholic Beverage	17,854,000	19,195,000	1,341,000	7.51%
Sales and Use	2,780,564,000	2,960,387,000	179,823,000	6.47%
Motor Vehicle Fuel	76,984,000	86,710,000	9,726,000	12.63%
Severance	517,000	536,000	19,000	3.68%
Coin-operated Amusement	408,000	103,000	-305,000	-74.75%
Total	\$4,064,090,000	\$4,348,522,000	\$284,432,000	7.00%

Table 3
August - January Revenue Overcollections/(Undercollections)
Budgeted Estimate

	General Fund	Other Funds	Total
Sales Tax	\$ 50,100,000	\$ 2,300,000	\$ 52,400,000
Income Tax	1,600,000	400,000	2,000,000
Inheritance Tax	20,200,000	0	20,200,000
Privilege Tax	12,800,000	700,000	13,500,000
Business Tax	(2,300,000)	0	(2,300,000)
TVA	(400,000)	(200,000)	(600,000)
Gross Receipts	(2,500,000)	0	(2,500,000)
Gasoline & Motor Vehicle Registration	900,000	10,500,000	11,400,000
Other Taxes	1,000,000	200,000	1,200,000
Sub-Total	\$ 81,400,000	\$ 13,900,000	\$ 95,300,000
F & E Taxes	1,600,000	0	1,600,000
Total	\$ 83,000,000	\$ 13,900,000	\$ 96,900,000